

# **State of Alaska FY2003 Governor's Operating Budget**

## **Department of Revenue Alaska Mental Health Trust Authority BRU/Component Budget Summary**

## **BRU/Component: Alaska Mental Health Trust Authority**

(There is only one component in this BRU. To reduce duplicate information, we did not print a separate BRU section.)

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### **Component Mission**

The mission of the Alaska Mental Health Trust Authority is to ensure access to comprehensive and integrated mental health programs.

### **Component Services Provided**

Administer the Mental Health Trust in carrying out its trust obligations.

Enhance and protect the land assets of the trust;

- Enhance and protect the cash assets of the trust;
- Provide leadership in advocacy, planning, implementing and funding of a comprehensive integrated mental health program; and
- Spend trust income to improve the lives and circumstances of trust beneficiaries.

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### **Component Goals and Strategies**

Maximize revenues from trust land assets;

- Maximize revenues from trust cash asset;
- Ensure leadership in advocacy, planning, implementing, funding and evaluating of the comprehensive integrated mental health program;
- Use trust income to maintain efficient and fully accountable operations for programs and projects that improve the lives and circumstances of the trust beneficiaries;
- Develop a partnering initiative to leverage funds from private corporations and foundations for mental health programs.

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### **Key Component Issues for FY2002 – 2003**

- In light of the stock market changes and volatility, maintain a principal reserve account balance sufficient to protect the disbursement rate over time so as to allow the comprehensive integrated mental health program budget to remain funded at a constant level.
- Replacing and reducing the size of the state psychiatric hospital, while simultaneously increasing the southcentral Alaska community-based services to compensate for this downsizing.
- To coordinate and collaborate with the various state agencies, providers and advocacy groups to meet the program needs of the trust beneficiaries.
- To support the innovative programs and projects in the areas of housing, transportation, employment, and service needs for trust beneficiaries, while maintaining the current funding level for mental health programs and projects to avoid a serious gap in services.
- To provide support to the various task forces on insurance parity, assisted living rate, suicide prevention council, employment, community-based services, homeless, and transportation issues so as to allow the current state administered programs to continue until a solution or mandate can be met.
- The lack of knowledge about the Alaska Mental Health Trust has focused our attention on educating the beneficiaries, their families, policymakers and the public about the trust's responsibilities and activities.
- Develop a partnering initiative to leverage funds from private corporations and foundations for mental health programs.

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### **Major Component Accomplishments in 2001**

- We have used trust land and income for a plan to downsize and build the new state psychiatric hospital while improving the southcentral community-based services to absorb the downsized patient beds.
- We have used trust income to leverage other funds and to make a coordinated effort at establishing or improving beneficiary housing, transportation services, quality assurance, community telepsychiatry, and employment

initiatives. Trust dollars also leveraged funds for direct service provider training, the women's and men's substance abuse treatment, jail alternative services, medicaid services, rural emergency services, fetal alcohol effects and syndrome, the children's care coordination services, and a mental health consumer affairs program.

### Statutory and Regulatory Authority

AS 37.14

AS 47.30

### Key Performance Measures for FY2003

#### Measure:

The amount of revenue from land and cash.

Sec 139 (b) (1) Ch 90 SLA 2001(HB 250)

#### Alaska's Target & Progress:

	FY1996	FY1997	FY1998	FY1999	FY2000	FY2001	FY2002	FY2003
Land Revenue	1,048.0	1,412.3	2,884.0	3,397.6	3,438.9	7,651.0	4,900.0	5,900.0
Cash Revenue	24,216.8	37,656.1	41,869.5	24,606.2	27,645.1	(10,491.3)	10,226.0	23,815.0

In FY2003, the trust projects \$15,595.6 available for funding the mental health programs: \$11,190.0 in trust

- investment income (APFC), \$2,200.0 in trust land income, \$600.0 interest on the Department of Revenue income accounts, \$558.2 unobligated MHTAAR from FY2002, and \$1,047.4 from lapsed MHTAAR from FY2001.

#### Measure:

The percentage of trust income disbursed for mental health programs.

Sec 139 (b) (2) Ch 90 SLA 2001(HB 250)

#### Alaska's Target & Progress:

- In FY02, the trust cash investment at the Alaska Permanent Fund Corporation had an overall market loss of 3.3% which decreased the disbursement of trust income by 6.5% over the prior fiscal year for mental health programs.
- In FY02, the Trust disbursed \$16,627.1 of trust income: 60% for mental health operating, 18% mental health capital, 11% trust land operating and capital, 6% for trust authority administration and 5% for small grants and contracts.
- In FY01, the trust disbursed \$17,775.3 of trust income: 59% for mental health operating, 24% mental health capital, 10% trust land operating and capital, 5% for trust authority administration and 2% for small grants and contracts.
- In FY2001, the trust increased the disbursement of trust income by 53% over the prior fiscal year for mental health programs.

#### Measure:

The number of partners and the amount of money from mental health trust programs received from funding partners.

Sec 139 (b) (3) Ch 90 SLA 2001(HB 250)

#### Alaska's Target & Progress:

- In FY02, the trust partnered with 14 different funders, federal agencies and private foundations committed \$14 million and the trust will use \$497,000 in trust income.
- In FY00, the trust partnered with 7 different funders, federal SAMHSA, Federal Transit Authority, AHFC, Fairbanks Borough and City, Petersburg, and Alaska Tribal Health Consortium.

	MHTAAR	Partnering funds
Operating Projects:	\$469.0 MHTAAR	\$1,141.2 PARTNERING
Capital Projects:	\$2,500.0 MHTAAR	\$7,550.0 PARTNERING
TOTAL:	\$2,969.0 MHTAAR	\$8,691.2 PARTNERING

\$2.93 match for each \$1.00 MHTAAR

## Alaska Mental Health Trust Authority

### Component Financial Summary

*All dollars in thousands*

	FY2001 Actuals	FY2002 Authorized	FY2003 Governor
<b>Non-Formula Program:</b>			
<b>Component Expenditures:</b>			
71000 Personal Services	438.4	536.4	664.1
72000 Travel	99.0	122.7	112.7
73000 Contractual	403.8	356.4	731.8
74000 Supplies	34.4	15.9	14.5
75000 Equipment	47.9	8.9	8.9
76000 Land/Buildings	0.0	0.0	0.0
77000 Grants, Claims	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
<b>Expenditure Totals</b>	<b>1,023.5</b>	<b>1,040.3</b>	<b>1,532.0</b>
<b>Funding Sources:</b>			
1007 Inter-Agency Receipts	83.6	0.0	354.0
1094 Mental Health Trust Administration	939.9	1,040.3	1,178.0
<b>Funding Totals</b>	<b>1,023.5</b>	<b>1,040.3</b>	<b>1,532.0</b>

### Estimated Revenue Collections

Description	Master Revenue Account	FY2001 Actuals	FY2002 Authorized	FY2002 Cash Estimate	FY2003 Governor	FY2004 Forecast
<b><u>Unrestricted Revenues</u></b>						
None.		0.0	0.0	0.0	0.0	0.0
<b>Unrestricted Total</b>		<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b><u>Restricted Revenues</u></b>						
Interagency Receipts	51015	83.6	0.0	358.9	354.0	354.0
<b>Restricted Total</b>		<b>83.6</b>	<b>0.0</b>	<b>358.9</b>	<b>354.0</b>	<b>354.0</b>
<b>Total Estimated Revenues</b>		<b>83.6</b>	<b>0.0</b>	<b>358.9</b>	<b>354.0</b>	<b>354.0</b>

## Alaska Mental Health Trust Authority

## Proposed Changes in Levels of Service for FY2003

No anticipated service changes

## Summary of Component Budget Changes

## From FY2002 Authorized to FY2003 Governor

*All dollars in thousands*

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
<b>FY2002 Authorized</b>	<b>0.0</b>	<b>0.0</b>	<b>1,040.3</b>	<b>1,040.3</b>
<b>Adjustments which will continue current level of service:</b>				
-Year 3 Labor Costs - Net Change from FY2002	0.0	0.0	19.0	19.0
<b>Proposed budget increases:</b>				
-FY2003 State Facilities Rent increase	0.0	0.0	1.4	1.4
-Inter-agency funding for Long Term Care Ombudsman operational costs	0.0	0.0	354.0	354.0
-Graduate Intern position, full funding of Deputy Director position	0.0	0.0	117.3	117.3
<b>FY2003 Governor</b>	<b>0.0</b>	<b>0.0</b>	<b>1,532.0</b>	<b>1,532.0</b>

## Alaska Mental Health Trust Authority

## Personal Services Information

Authorized Positions		Personal Services Costs		
	<u>FY2002</u>	<u>FY2003</u>		
	<u>Authorized</u>	<u>Governor</u>		
Full-time	8	11	Annual Salaries	626,962
Part-time	0	0	COLA	20,572
Nonpermanent	2	3	Premium Pay	0
			Annual Benefits	206,216
			Less 0.01% Vacancy Factor	(96)
			Lump Sum Premium Pay	0
<b>Totals</b>	<b>10</b>	<b>14</b>	<b>Total Personal Services</b>	<b>853,654</b>

## Position Classification Summary

Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Accounting Supervisor	1	0	0	0	1
Administrative Clerk II	1	0	0	0	1
Deputy Director	1	0	0	0	1
Executive Director	1	0	0	0	1
Graduate Intern I	2	0	0	0	2
Long-Term Care Ombudsman	1	0	0	0	1
Paralegal Asst II	1	0	0	0	1
Program Service Aide	1	0	0	0	1
Trust Clerk I	1	0	0	0	1
Trust Clerk II	1	0	0	0	1
Trust Finance Officer	1	0	0	0	1
Trust Program Manager	2	0	0	0	2
<b>Totals</b>	<b>14</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>14</b>